# GOVERNMENT OF INDIA
# AGRICULTURE
# LOK SABHA

UNSTARRED QUESTION NO:2852
ANSWERED ON:19.03.2007
INCOME FROM CROP PRODUCTION
Kaushal Shri Raghuvir Singh

**Will the Minister of AGRICULTURE be pleased to state:**

(a) whether the Government makes any assessment regarding income earned by the farmers through production of crop on the basis of per hectare inputs yield and support price of the crops;

(b) if so, the details thereof;

(c) whether such an assessment has been made with regard to wheat crop;

(d) if so, the details thereof;

(e) whether there is a substantial difference between the cost of crop production and the support price of crops which is detrimental to the interests of the farmers;

(f) if so, the details thereof;

(g) whether the Government proposes to increase the support price of wheat; and

(h) if so, the details thereof?

## Answer

MINISTER OF STATE IN THE MINISTRY OF AGRICULTURE (SHRI KANTI LAL BHURIA)

(a) to (d) : According to the Report of the Commission for Agricultural Costs and Prices (CACP) on Price Policy for Kharif Crops of 2006-07 season, the gross return per hectare from cultivation of some major crops including wheat for the year 2005-06 is as follows:

| Name of the Crop | Gross Return ( Rs./Hectare) |
|---|---|
| Paddy | 16564 |
| Paddy(Super fine) | 17436 |
| Wheat | 16909 |
| Bajra | 4715 |
| Gram | 11172 |
| Arhar | 9282 |
| Rapeseed & Mustard | 17476 |
| Groundnut | 15580 |
| Cotton(F414/H777) | 14362 |
| Cotton(H4) | 16157 |
| Jute(TD5) | 19711 |
| Sugarcane | 49742 |

The Minimum Support Price (MSP) of a crop is fixed on the basis of recommendations of the CACP. The CACP while recommending the MSP to the Government takes into account the cost of production of the crop as well as several other factor like trend and spread of input use, production and productivity of the crops concerned, market prices (both domestic & global), inter-crop price parity, emerging supply-demand situation, procurement and distribution, terms of trade between agricultural and non-agricultural sectors.

(e) to (h): The government has announced MSP for Wheat for the crop season 2006-07 marketable during 2007-08 at Rs.750.00 per quintal which is Rs.100.00 higher than the previous crop season 2005-06. The average cost of production as projected by CACP of the wheat crop for the year 2006-07 is Rs. 574.00 per quintal